

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 2727 – HB 2938

February 4, 2012

SUMMARY OF BILL: Effective January 1, 2013, requires the Department of Labor and Workforce Development (DOL) to accept electronic signatures on IRS form 8850, Pre-Screening Notice and Certification Request for the Work Opportunity Credit, or any successor to the form.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures – \$103,600/One-Time
\$3,500/Recurring**

Assumptions:

- According to DOL, a one-time increase in state expenditures for information technology of \$103,600 will be required to create a Work Opportunity Tax Credit application that will accept electronic signatures on the form; recurring state expenditures of \$3,500 will be required to maintain the application.
- According to DOL, there is currently a backlog of tax credit requests. Current staffing levels will not allow for funds to be diverted from personnel expenditures to expenditures required to create this application. As a result, current federal funding cannot be made available for this purpose. Therefore, an appropriation from the General Fund would be required.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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